

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 7797

BILL NUMBER: SB 456

NOTE PREPARED: Jan 9, 2007

BILL AMENDED:

SUBJECT: Outsourcing relief.

FIRST AUTHOR: Sen. Simpson

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: _____ **GENERAL**
DEDICATED
FEDERAL

IMPACT: Pending

Summary of Legislation: Requires approval by the legislative council of state contracts that: (1) result in outsourced employees; and (2) total at least \$10 million. Provides that a contract entered into by a state agency may not be for a period of more than four years unless a statute specifically provides otherwise. Requires a state agency to award contracts to Indiana businesses unless the Indiana business: (1) is not the lowest bidder; or (2) cannot perform the contract. Requires a person that bids on a state contract to disclose certain information concerning outsourced workers to the Indiana department of administration. Requires a financial institution to defer principal payments for up to 12 months on a mortgage or vehicle loan held by an outsourced employee of the state or a state educational institution. Requires the state student assistance commission to administer a program of low interest loans to outsourced employees or dependents of outsourced employees who are full-time students at a state educational institution to pay tuition and regularly assessed fees.

Effective Date: July 1, 2007.

Explanation of State Expenditures: *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources:

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